



STATE OF UTAH  
NATURAL RESOURCES  
Oil, Gas & Mining

Norman H. Bangerter, Governor  
Dee C. Hansen, Executive Director  
Dianne R. Nielson, Ph.D., Division Director

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May 28, 1986

CERTIFIED RETURN RECEIPT REQUESTED  
(402 458 668)

Mr. Bartlett J. Hanford  
Vice President/Engineering  
North Lily Mining Company  
6121 Lakeside, Suite 250  
Reno, Nevada 89509

# FILE COPY

Dear Mr. Hanford:

RE: Disturbed Acreage, North Lily Project, PRO/023/007,  
Juab County, Utah.

Thank you for your correspondence dated May 15, 1986, regarding disturbed acreage at the North Lily Project, PRO/023/007, Juab County, Utah.

A review of the map submitted with your correspondence substantiates that at present the area disturbed is less than two acres. Based upon present procedures, no reclamation bonds need be posted for projects of this nature. Please be advised, however, that amendments to the Mining and Reclamation Act enacted in 1986 created a "small mining operations" category (less than 5 acres of surface disturbance). New mining regulations are being written that will address the permitting and bonding of small mining operations.

When these regulations are finalized, a reclamation bond for the disturbed acreage at the above cited Juab County site will in all probability be required. As implementation of these regulatory changes approach, the Division will be keeping you advised as to permitting changes that are required.

Sincerely,

Lowell P. Braxton  
Administrator

LPB/djh  
cc: Susan Linner  
0799R-6